COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
OF ESTILL COUNTY WATER DISTRICT) CASE NO. 2003-	00346
NO. 1)	

ORDER

On September 10, 2003, Estill County Water District No. 1 ("Estill County") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. Estill County purchases water from Irvine Municipal Utilities ("Irvine").
- 2. Irvine notified Estill County that effective with its October 14, 2003 billing its wholesale water rate would increase from \$1.45 per 1,000 gallons to \$1.91 per 1,000 gallons. Estill County proposes to increase the water rates to its customers effective with service rendered on and after October 14, 2003.
- 3. During the 12 months ending June 30, 2003, Estill County purchased 203,119,000 gallons of water from Irvine and sold 173,127,500 gallons. The increase in the cost of purchased water is \$93,435, resulting in a purchased water adjustment of \$0.54 per 1,000 gallons.
- 4. The purchased water adjustment of \$0.54 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.54 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after October 14, 2003.

2. The proposed tariff sheets filed by Estill County are approved as filed.

Done at Frankfort, Kentucky, this 8th day of October, 2003.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2003-00346 DATED October 8, 2003

The following rates and charges are prescribed for the customers in the area served by Estill County District No. 1. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Rates

<u> </u>			
5/8" x 3	<u> 8/4" Meter</u>		
First	2,000 Gallo	ons	\$11.36 Minimum Bill
Next	3,000 Gallo	ons	5.43 Per 1,000 Gallons
Next	5,000 Gallo	ons	5.28 Per 1,000 Gallons
Over '	10,000 Gallo	ns	3.78 Per 1,000 Gallons
<u>1" Mete</u>	<u>er</u>		
First	5,000 Gallo	ons	\$27.65 Minimum Bill
Next	5,000 Gallo	ons	5.28 Per 1,000 Gallons
Over '	10,000 Gallo	ons	3.78 Per 1,000 Gallons
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<u>2" Mete</u>			
	16,000 Gallo		\$76.73 Minimum Bill
Over '	16,000 Gallo	ons	3.78 Per 1,000 Gallons
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Bulk Lo	pading Statio	on	\$4.25 Per 1,000 Gallons
Rulk M	atar Salas to	Powell's Valley Water District	2.45 Per 1,000 Gallons
Bulk Meter Sales to Powell's Valley Water District 2.45 Per 1,000 Gallons			